

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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MAY 17 2004

ANNUAL REPORT MAILING LABEL – MAKE CHANGES ~~AS CORPORATION COMMISSION~~
DIRECTOR OF UTILITIES

SW-02849A
Saddlebrooke Utility Company
9532 E. Riggs Road
Sun Lakes AZ 85248

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

ANN05	03
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PROCESSED BY:

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Saddlebrooke Utility Company

Mailing Address 9532 E Riggs Road

Sun Lakes (Street)

(City)

Arizona

(State)

85248

(Zip)

(480) 895-9200

Telephone No. (Include Area Code)

(480) 895-4347

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 40,004 S Ridgeview Blvd

(Street)

Tucson

(City)

Arizona

(State)

85739

(Zip)

(520) 825-3423

Local Office Telephone No. (Include Area Code)

(520) 825-0712

Fax No. (Include Area Code)

(520) 932-5892

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: James Poulos

(Name)

General Manager

(Title)

9532 E Riggs Road

(Street)

Sun Lakes

(City)

Arizona

(State)

85248

(Zip)

(480) 895-9200

Telephone No. (Include Area Code)

(480) 895-4347

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Ed MacMeans

(Name)

40,004 S Ridgeview Blvd

(Street)

Tucson

(City)

Arizona

(State)

85739

(Zip)

(520) 825-5515

Telephone No. (Include Area Code)

(520) 825-0712

Fax No. (Include Area Code)

(520) 932-5892

Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: <u>FC Service Corporation</u>			
(Name)			
<u>3003 N Central Ave #2600</u>	<u>Phoenix</u>	<u>Arizona</u>	<u>85012-2913</u>
(Street)	(City)	(State)	(Zip)
<u>(602) 916-5000</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Attorney: <u>Marty Aronson</u>			
(Name)			
<u>One E Camelback Road</u>	<u>Phoenix</u>	<u>Arizona</u>	<u>85012</u>
(Street)	(City)	(State)	(Zip)
<u>(602) 263-2972</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|---|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input checked="" type="checkbox"/> PIMA | <input checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Saddlebrooke Utility Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	21,369	-	21,369
352	Franchises			
353	Land and Land Rights	125,000	-	125,000
354	Structures and Improvements	53,595	21,302	32,293
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	4,330,480	637,897	3,692,583
362	Special Collecting Structures			
363	Services to Customers	847,364	78,628	768,736
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	1,137,757	217,488	920,269
380	Treatment and Disposal Equip.	5,666,453	1,242,647	4,423,806
381	Plant Sewers			
382	Outfall Sewer Lines	29,192	11,191	18,001
389	Other Plant and Misc. Equipment	68,646	45,737	22,909
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	12,279,856	2,254,890	10,024,966

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME

Saddlebrooke Utility Company

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	21,369		0
352	Franchises			
353	Land and Land Rights	125,000		0
354	Structures and Improvements	53,595	.0340	1,824
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	4,330,480	.0157	67,898
362	Special Collecting Structures			
363	Services to Customers	847,364	.0143	12,128
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	1,137,757	.0738	84,014
380	Treatment and Disposal Equip.	5,666,453	.0500	283,329
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	29,192	.0500	1,459
390	Office Furniture and Equipment	68,646	.1154	7,921
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	12,279,856	.0373	458,573

This amount goes on Comparative Statement of Income and Expense Acct. 403

COMPANY NAME

Saddlebrooke Utility Company

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 118,236	\$ 50,404
132	Special Deposits	491,442	487,900
135	Temporary Cash Investments		
141	Customer Accounts Receivable	11,321	8,263
146	Notes/Receivables from Associated Companies		4,346
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	354,874	333,056
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 975,873	\$ 883,969
	FIXED ASSETS		
101	Utility Plant in Service	\$ 11,027,496	\$ 12,279,856
103	Property Held for Future Use		
105	Construction Work in Progress	17,537	9,892
108	Accumulated Depreciation – Utility Plant	1,796,317	2,254,890
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 9,248,716	\$ 10,034,858
	TOTAL ASSETS	\$ 10,224,589	\$ 10,918,827

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

COMPANY NAME

Saddlebrooke Utility Company

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 36,719	\$ 37,279
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	549	
235	Customer Deposits		
236	Accrued Taxes	46,646	52,022
237	Accrued Interest	126,694	122,706
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 210,608	\$ 212,007
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 3,495,000	\$ 3,385,000
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$	\$
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ -	\$ -
	TOTAL LIABILITIES	\$ 3,705,608	\$ 3,597,007
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 98,472	\$ 98,472
211	Other Paid in Capital	3,224,839	3,224,839
215	Retained Earnings	3,195,670	3,998,509
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 6,518,981	\$ 7,321,820
	TOTAL LIABILITIES AND CAPITAL	\$ 10,224,589	\$ 10,918,827

COMPANY NAME

Saddlebrooke Utility Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	OPERATING REVENUES	PRIOR YEAR	TEST YEAR
521	Flat Rate Revenues	\$ 1,536,840	\$ 1,655,367
522	Measured Revenues	55,314	56,897
536	Other Wastewater Revenues	392,885	373,515
	TOTAL REVENUES	\$ 1,985,039	\$ 2,085,779
	OPERATING EXPENSES		
701	Salaries and Wages	\$ 195,354	\$ 159,101
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	120,551	116,553
716	Fuel for Power Production		
718	Chemicals	11,855	8,941
720	Materials and Supplies	72,065	78,208
731	Contractual Services – Professional	14,086	8,925
735	Contractual Services – Testing	19,807	14,305
736	Contractual Services – Other	41,997	42,000
740	Rents		
750	Transportation Expense		
755	Insurance Expense	15,933	17,987
765	Regulatory Commission Expense		
775	Miscellaneous Expense	49,883	51,905
403	Depreciation Expense	407,724	458,573
408	Taxes Other Than Income		
408.11	Property Taxes	87,791	97,791
409	Income Taxes		
	TOTAL OPERATING EXPENSES	\$ 1,037,046	\$ 1,054,289
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 30,775	\$ 33,320
421	Non-Utility Income	1,704	1,053
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	271,900	263,023
	TOTAL OTHER INCOME/EXP	\$ (239,421)	\$ (228,650)
	NET INCOME/(LOSS)	\$ 708,572	\$ 802,840

COMPANY NAME

Saddlebrooke Utility Company

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	01/18/96			
Source of Loan	IDA Bonds			
ACC Decision No.	59134			
Reason for Loan	Construction			
Dollar Amount Issued	\$ 3,950,000	\$	\$	\$
Amount Outstanding	\$ 3,385,000	\$	\$	\$
Date of Maturity	Various			
Interest Rate	7.25 %	%	%	%
Current Year Interest	\$ 249,400	\$	\$	\$
Current Year Principle	\$110,000	\$	\$	\$

COMPANY NAME

Saddlebrooke Utility Company

WASTEWATER COMPANY PLANT DESCRIPTION**TREATMENT FACILITY**

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Package plant with primary clarifier and tertiary treatment facilities
DESIGN CAPACITY OF PLANT (Gallons Per Day)	1,240,000

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
See Attached				

FORCE MAINS

Size	Material	Length (Feet)
4-inch	PVC	1,772
6-inch	PVC	8,046
< 4-inch	PVC	8,002
> 6-inch	PVC	2,797

MANHOLES

Type	Quantity
Standard	760
Drop	11

CLEANOUTS

Quantity
109

Lift Station Facilities

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
Construction Yard	2	1	50	1,000
Unit 7	2	3	50	1,020
Unit 9	2	75	140	677
Unit 19	2	3	140	888
Unit 27	2	5	120	380
Unit 36	2	20	500	1,800
Unit 21 North	2	15	131	1,197
Unit 21 South	2	88	275	1,795
Unit 46	2	20	600	1,800

COMPANY NAME

Saddlebrooke Utility Company

WASTEWATER COMPANY PLANT DESCRIPTION CONTINUED**COLLECTION MAINS**

Size (in inches)	Material	Length (in feet)
4	PVC	5,962
6		
8	PVC	211,289
10	PVC	716
12		
15		
18		
21		
24		
30		
3	PVC	760

SERVICES

Size (in inches)	Material	Quantity
4	PVC	4,196
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	Centrifuge
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Ultra Violet
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Sand and Anthracite
STRUCTURES (Buildings, Fences, Etc.)	Comminuter, influent pump station, package plant, blowers, generator, equalization basin, filters, UV disinfection, effluent
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Microscope and Vehicles

COMPANY NAME	Saddlebrooke Utility Company
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WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
Jan 03	3,386	12,266,000	423,000
Feb 03	3,355	11,699,000	459,000
Mar 03	3,372	13,233,000	461,000
Apr 03	3,391	12,236,000	435,000
May 03	3,401	10,998,000	393,000
June 03	3,417	9,413,000	332,000
July 03	3,440	9,839,000	341,000
Aug 03	3,448	9,587,000	336,000
Sep 03	3,474	9,884,000	359,000
Oct 03	3,495	11,000,000	401,000
Nov 03	3,519	12,421,000	463,000
Dec 03	3,569	12,624,000	447,000

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method Of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Reuse NPDES
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	100356
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit Number	P100356
ADEQ Reuse Permit Number	R100356
EPA NPDES Permit Number	AZ0022853

STATISTICAL INFORMATION

Total number of customers	3,569	
Total number of gallons treated	135,200,000	gallons

COMPANY NAME Saddlebrooke Utility Company **YEAR ENDING 12/31/2003**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>0</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

5-17-04

DATE

James L Poulos

PRINTED NAME

General Manager

TITLE

COMPANY NAME Saddlebrooke Utility Company YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 92,516.86

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

9532 E Riggs Rd
Sun Lakes, AZ 85248-7411

Bank One, NA
201 N Central Ave Dept 383
Phoenix, AZ 85038

91-2/1221

302883

Pay

Date	Amount
04/04/03	\$****43,756.74

FORTY THREE THOUSAND SEVEN HUNDRED FIFTY SIX AND 74/100 *****

To
The
Order
Of

JIM L TURNBULL - PINAL COUNTY TREASURER
PINAL COUNTY TREASURERS OFFICE
PO BOX 729
FLORENCE AZ 85232-0729

Dollars

TELLER
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SHOWN IN THE ENDORSEMENT AREA. SEE BELOW FOR ADDITIONAL SECURITY FEATURES.

ENDORSE HERE

U.S. PATENT NO. 6538290-5575508 5841183

U.S. PATENT NO. 5538290 5575508 5841183

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9 THUMB ACROSS FINGERPRINT OR SEAL

DO NOT WRITE STAMP OR SIGN BELOW • RESERVED FOR FINANCIAL INSTITUTION USE

AY TO THE ORDER OF
BY BANK OR BANKER
OF TRUST COMPANY

JEFF L. TURNBULL
AL COUNTY TREASURER
BANK ONE
AL 317-533-2002

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[illegible]

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THIS CHECK ALSO CONTAINS THE FOLLOWING SECURITY FEATURES

1. MICRO PRINTING on borders on face and back. Under magnification

LOOK FOR FINGERPRINT SECURITY IN THE FUTURE

CONDUCTED UNDER THE SUPERVISION OF

ANALYSIS OF THE CONCENTRATION OF THE MARKET

the club, and was working to win a Pabst Young Men's Championship. The trophy of the contest is a silver cup, and is given to the club that wins the most games. The trophy is now in the possession of the club.

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[illegible]

1. **General Information:** Name of the company, address, contact details.
 2. **Product/Service Description:** Detailed description of the product or service being offered.
 3. **Key Features/Benefits:** List the main features and benefits of the product/service.
 4. **Target Audience:** Identify the target market or audience for the product/service.
 5. **Competitive Advantage:** Explain what makes the product/service unique or competitive.
 6. **Marketing Strategy:** Outline the marketing approach and channels to be used.
 7. **Financial Projections:** Provide estimated sales, revenue, and profit figures.
 8. **Risk Assessment:** Identify potential risks and mitigation strategies.
 9. **Conclusion:** Summarize the key points and express confidence in the business plan.
 10. **Appendices:** Include any additional supporting documents or data.

THIS CHECK IS VOID WITHOUT A BLUE & GREEN BACKGROUND AND AN ARTIFICIAL WATERMARK CERTIFICATION SEAL ON THE BACK - HOLD AT ANGLE TO VIEW SEAL

SADDLEBROOKE UTILITY COMPANY

9532 E Riggs Rd
Sun Lakes, AZ 85248-7411

Bank One, NA
201 N Central Ave Dept 383
Phoenix, AZ 85038

91-21221

303110

Pay

Date	Amount
10/17/03	\$****48,760.12

FORTY EIGHT THOUSAND SEVEN HUNDRED SIXTY AND 12/100 *****

Dollars

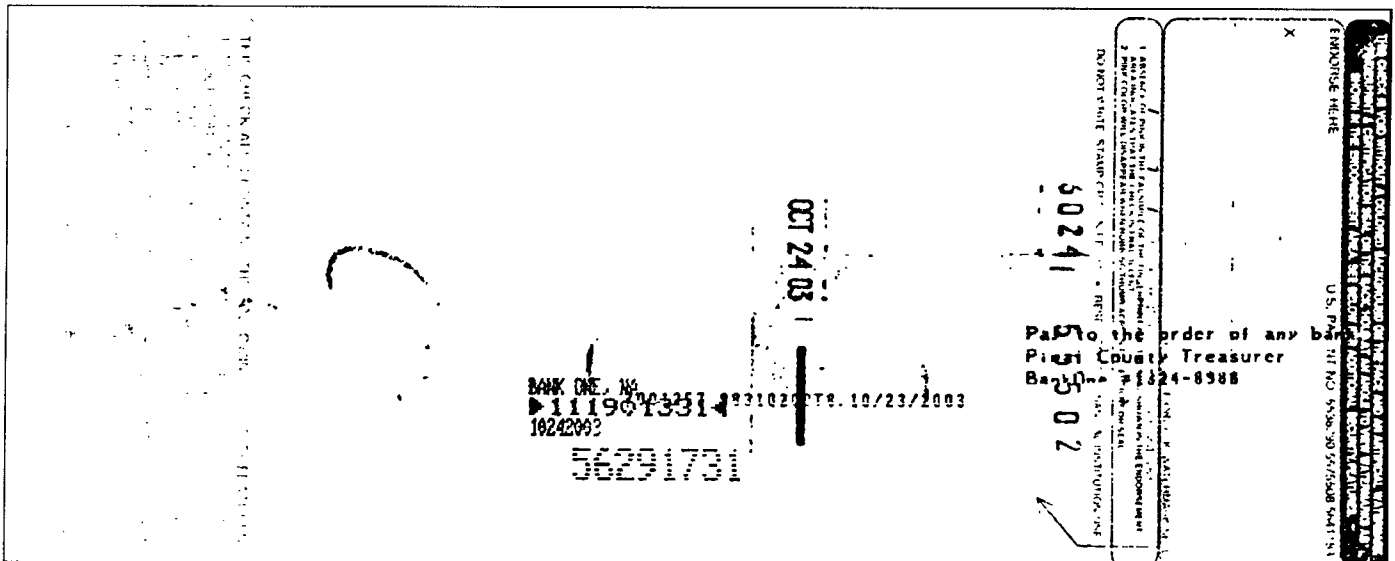
**To
The
Order
Of**

JIM L TURNBULL - PINAL COUNTY TREASURER
PINAL COUNTY TREASURERS OFFICE
PO BOX 729
FLORENCE AZ 85232-0729

SIGNATURE HAS A COLORED BACKGROUND • BORDER CONTAINS MICROPRINTING

№ 303 1 1011 0 1 22 1000 241: 0519 434 211

210768 00001



<u>Location</u>	<u>Acct #</u>	<u>Check #</u>	<u>Amount</u>	<u>Issue Date</u>	<u>Paid Date</u>	<u>Sequence</u>
CD	5194342	303110	\$48,760.12		10/24/2003	5640291731
<u>Customer Data</u>	<u>Bank #</u>	<u>GL Category</u>	<u>CD Void/CIMS Key</u>	<u>CD Label</u>		
	601	000000000000	20031031454401	20031031454401		

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

MAY 17 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Brian J. Smith - Controller
COMPANY NAME
Saddlebrooke Utility Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 2,090,694

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 4,393
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

27th

DAY OF

Brian J. Smith
SIGNATURE OF OWNER OR OFFICIAL
(480) 895-9200
TELEPHONE NUMBER

COUNTY NAME	Maricopa
MONTH	April
	20 <u>04</u>

Linda A. Schwartz
SIGNATURE OF NOTARY PUBLIC



June 19, 2004

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

MAY 17 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Maricopa

NAME (OWNER OR OFFICIAL)

Brian J. Smith

TITLE

Controller

COMPANY NAME

Saddlebrooke Utility Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH

12

DAY

31

YEAR

2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,772,744

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ -0-

IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

27th

DAY OF

NOTARY PUBLIC NAME

Linda A. Schwartz

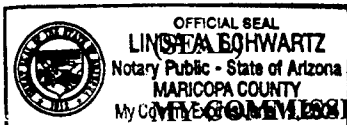
COUNTY NAME

Maricopa

MONTH

April

2004



X

SIGNATURE OF NOTARY PUBLIC